

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor: SUZANNE M. BUMP | KATE FITZPATRICK | JOHN B. LANGAN | JAMES M. MACHADO | ROBERT B. MCCARTHY

MEMORANDUM

TO: Boston Retirement Board

FROM: Joseph E. Connarton, Executive Director

RE: Approval of Funding Schedule (non-teachers)

DATE: February 21, 2013

This Commission is hereby furnishing you with approval of the revised funding schedule you recently adopted (copy enclosed). The schedule excludes the liabilities for teachers which are borne by the Commonwealth. The schedule assumes payments are made on July 1 of each fiscal year. The schedule is effective in FY14 and is acceptable under Chapter 32.

If you have any questions, please contact PERAC's Actuary, Jim Lamenzo, at (617) 666-4446, extension 921.

Enc.



SECTION 3: Supplemental Information for the State-Boston Retirement System – SBRS excluding Teachers

EXHIBIT 3-D

Funding Schedule

(1) Fiscal Year Ended June 30	(2) Employer Normal Cost	(3) Amortization of Unfunded Inactive Sheriff Liability	(4) Amortization of Remaining Unfunded Liability	(5) Crossover Payment Savings	(6) Savings from Additional Payment in Fiscal 2011	(7) Total Employer Contributions: (2) + (3) + (4) + (5) + (6)	(8) Unfunded Actuarial Accrued Liability at Beginning of Fiscal Year	(9) Percent Increase in Total Cost
2013	\$51,378,201	\$3,874,532	\$139,018,495	\$(14,679,119)	\$(9,449,628)	\$170,142,481	\$1,541,142,220	9.85%
2014	53,690,220	3,874,532	152,444,655	(14,679,119)	(9,449,628)	185,880,660	1,607,034,626	9.25%
2015	56,106,280	3,874,532	167,222,556	(14,679,119)	(9,449,628)	203,074,621	1,654,038,348	9.25%
2016	58,631,063	3,874,532	183,482,175	(14,679,119)	(9,449,628)	221,859,023	1,680,580,836	9.25%
2017	61,269,461	3,874,532	201,365,737	(14,679,119)	(9,449,628)	242,380,983	1,684,643,850	9.25%
2018	64,026,587	3,874,532	221,028,852	(14,679,119)	(9,449,628)	264,801,224	1,663,739,378	9.25%
2019	66,907,783	3,874,532	242,641,769	(14,679,119)	(9,449,628)	289,295,337	1,614,883,516	9.25%
2020	69,918,633	3,874,532	266,390,738	(14,679,119)	(9,449,628)	316,055,156	1,534,557,899	9.25%
2021	73,064,971	3,874,532	292,479,502	(14,679,119)	(9,449,628)	345,290,258	1,388,274,033	9.25%
2022	76,352,895	3,874,532	321,130,927	(14,679,119)	(9,449,628)	377,229,607	1,202,542,524	9.25%
2023	79,788,775	3,874,532	352,588,786	(14,679,119)	(9,449,628)	412,123,346	971,544,913	9.25%
2024	83,379,270	3,874,532	387,119,701	(14,679,119)	(9,449,628)	450,244,756	688,749,144	9.25%
2025	87,131,337	3,874,532	367,083,844	(14,679,119)	(9,449,628)	433,960,966	346,829,642	-3.62%
2026	91,052,247	-	-	-	-	91,052,247	-	-79.02%
2027	95,149,598	-	-	-	-	95,149,598	-	4.50%
2028	99,431,330	-	-	-	-	99,431,330	-	4.50%
2029	103,905,740	-	-	-	-	103,905,740	-	4.50%
2030	108,581,498	-	-	-	-	108,581,498	-	4.50%

Notes: Item (2) increases at 4.50% per year.

Anticipates deferred investment losses.

Recommended contribution for fiscal 2013 reflects budgeted amount.

Recommended contribution is assumed to be paid on July 1.